

TAXES

HARFORD COUNTY, MARYLAND Office of Economic Development

PROPERTY

Taxes for fiscal year 2000-2001 include the following real and personal property rates per \$100 of assessed value.

	Harford County	Maryland
<u>Real property tax rate</u>		
County rate inside municipalities	* \$.936	\$0.132
County rate outside municipalities	\$1.092	\$0.132
<u>Business personal property tax rate (taxed on depreciated value)</u>		
County rate inside municipalities	* \$2.34	\$0.33
County rate outside municipalities	\$2.73	\$0.33
R&D machinery, equipment, materials and supplies	** Exempt	** Exempt
Manufacturing machinery, equipment, materials and supplies	** Exempt	** Exempt
Manufacturing/R&D inventory	** Exempt	** Exempt
Warehousing inventory	** Exempt	** Exempt

- In targeted areas, Enterprise Zone incentives are available for qualifying firms.
- Harford County exempts manufacturing machinery, tools and equipment from taxation, as does the State.

* Each municipality in the county has adopted its own tax rates:

City of Aberdeen	\$0.550
Town of Bel Air	\$0.500
City of Havre de Grace	\$0.720

** To receive any of the above exemptions for County or State, an application has to be made to the Maryland State Department of Assessments and Taxation.

INCOME

STATE CORPORATE INCOME TAX

- 7% on net income attributable to business transacted within Maryland. No County tax.

STATE PERSONAL INCOME TAX

- For 2004, the top tax bracket is 4.75% on taxable income over \$3,000

COUNTY PERSONAL INCOME

- The County personal income tax rate for tax year 2004 is 3.06%.

SALES AND USE

STATE:

- 5% on tangible personal property sold at retail or used in Maryland.
- Does not apply to sales for resale.
- Does not apply to a manufacturer's purchase of raw materials or manufacturing machinery and equipment.

Tax exemptions for R&D firms include purchases:

- of materials and equipment used in R&D and testing of finished products
- for reproduction or incorporation into another computer program for resale.

COUNTY:

None

BOND RATING

HARFORD COUNTY'S BOND RATING ASSIGNED AS FOLLOWS:

- Fitch Inc.: AA+
- Moody's Aa1
- Standard and Poors: AA+